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JL MAG RARE-EARTH CO., LTD.
江西金力永磁科技股份有限公司

(A joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 06680)

2024 THIRD QUARTERLY REPORT

This announcement is made by JL MAG RARE-EARTH CO., LTD. (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The following is the 2024 third quarterly report of the Company. The financial data contained in the 2024 third quarterly report is prepared in accordance with the China Accounting Standards for Business Enterprises and is unaudited.

By Order of the Board
JL MAG RARE-EARTH CO., LTD.
Cai Baogui
Chairman

Jiangxi, October 24, 2024

As of the date of this announcement, the Board comprises Mr. Cai Baogui and Mr. Lyu Feng as executive Directors; Mr. Hu Zhibin, Mr. Li Xinnong, Mr. Liang Minhui and Mr. Li Xiaoguang as non-executive Directors; and Mr. Zhu Yuhua, Mr. Xu Feng and Ms. Cao Ying as independent non-executive Directors.

JL MAG RARE-EARTH CO., LTD.

2024 THIRD QUARTERLY REPORT

The Company and all members of the Board of Directors warrant that the information disclosed herein are true, accurate and complete, and that there is no false representation or misleading statement contained in or material omission from this quarterly report.

IMPORTANT NOTE:

1. The Board, the board of supervisors and the directors, supervisors and senior management of the Company warrant the truthfulness, accuracy and completeness of the content of the quarterly report and that there are no any false information, misleading statements or material omissions in the report, and shall assume joint and several legal liabilities.
2. The person-in-charge of the Company, the officer-in-charge of accounting affairs, and the head of the accounting firm (accounting head) warrant the truthfulness, accuracy and completeness of the financial information in this quarterly report.
3. Whether the third quarterly report has been audited
 Yes No

I. KEY FINANCIAL DATA

(I) Principal accounting data and financial indicators

Whether the Company is required to make retrospective adjustments or make restatements of the accounting data of the previous years

Yes No

		Increase/ decrease of this reporting period compared with the corresponding period of last year	From the beginning of the year to the end of reporting period	Increase/ decrease from the beginning of the year to the end of reporting period compared with the corresponding period of last year
Revenue (RMB)	1,652,552,718.25	1.99%	5,014,084,259.25	-0.72%
Net profit attributable to the owners of the parent (RMB)	77,206,457.68	-52.24%	196,883,689.13	-60.17%
Net profit attributable to the owners of the parent after deducting non-recurring gains or losses (RMB)	55,240,877.21	-63.25%	89,245,489.26	-79.63%
Net cash flows from operating activities (RMB)	–	–	207,073,018.35	-74.65%
Basic earnings per share (RMB/share)	0.06	-50.00%	0.15	-59.46%
Diluted earnings per share (RMB/share)	0.06	-50.00%	0.15	-59.46%
Weighted average return on net assets	1.13%	Decrease by 1.18 percentage points	2.82%	Decrease by 4.27 percentage points
		As at the end of this reporting period	As at the end of last year	Increase/ decrease at the end of this reporting period compared with the end of last year
Total assets (RMB)		11,079,718,676.20	11,825,954,292.65	-6.31%
Owners' equity attributable to owners of the parent (RMB)		6,740,618,742.78	7,021,484,732.38	-4.00%

(II) Non-recurring gains or losses items and amounts

Applicable Not applicable

Unit: RMB

Items	Amount for the reporting period	Amount from the beginning of the year to the end of reporting period	Notes
Gains or losses from disposal of non-current assets (including write-off of the provisions for asset impairment)	-389,782.10	-188,664.89	
Government's grants through profit or loss in the reporting period (excluding grants that are closely related to the normal operations of the Company, comply with the national policies and regulations, are enjoyed in accordance with the established standards, and have a continuous impact on the profit or loss of the Company)	18,852,004.60	121,596,198.38	
Apart from effective hedging instruments relating to the normal operations of the Company, profit or loss from changes in fair value of financial assets and financial liabilities by non-financial enterprises, and profit or loss from the disposal of financial assets and financial liabilities	-1,097,629.09	-2,431,984.82	
Gains or losses from entrusted investments or assets management	9,764,635.64	9,764,635.64	
Other non-operating income and expenses excluding the above-mentioned items	-1,299,577.41	-1,677,834.20	
Less: Impact of income tax	3,863,368.95	19,423,448.02	
Impact on minority interests (after tax)	702.22	702.22	
Total	<u>21,965,580.47</u>	<u>107,638,199.87</u>	-

Details of other profit or loss items within the definition of non-recurring gains or losses:

Applicable Not applicable

There was no other profit or loss items of the Company that fall within the meaning of non-recurring gains or losses.

Explanation on defining the non-recurring gains or losses items stated in the “Explanatory Announcement No. 1 for Information Disclosure by Public Issuers of Securities – Non-recurring Gains or Losses Items” by the Company as the recurring gains or losses items

Applicable Not applicable

There was no circumstance that the Company defined the non-recurring gains or losses items as stated in the “Explanatory Announcement No. 1 for Information Disclosure by Public Issuers of Securities – Non-recurring Gains or Losses Items” as the recurring gains or losses items.

(III) Circumstances for changes in major accounting data and financial indicators and the reasons therefor

Applicable Not applicable

Balance Sheet Items	Balance at the end of the period	Balance at the beginning of the period	Percentage of changes	Reasons for changes
Financial assets held for trading	280,653,183.75	209,512,799.50	33.96%	Mainly due to the increase of the wealth management products held at the end of reporting period
Notes receivable	57,953,486.19	151,782,888.23	-61.82%	Mainly due to the decrease in held-to-maturity notes at the end of the reporting period
Accounts receivable financing	280,039,521.15	212,488,638.22	31.79%	Mainly due to the increase in reclassification of bills held for financing purposes at the end of the reporting period
Prepayments	115,049,599.00	66,395,071.94	73.28%	Mainly due to the increase in the advance payments for materials procurement from the beginning of the year to the end of reporting period
Other receivables	79,767,108.78	45,634,946.09	74.79%	Mainly due to the increase including in interests receivable from the beginning of the year to the end of reporting period
Other current assets	95,954,944.45	70,964,729.72	35.21%	Mainly due to the increase in VAT pending deduction and attestation
Long-term equity investment	43,648,262.48	6,500,524.24	571.46%	Mainly attributable to the increase in external investments of subsidiaries from the beginning of the year to the end of reporting period
Right-of-use assets	4,501,896.93	14,920,181.14	-69.83%	Mainly due to the expiration of certain lease contracts of subsidiaries from the beginning of the year to the end of reporting period

Balance Sheet Items	Balance at the end of the period	Balance at the beginning of the period	Percentage of changes	Reasons for changes
Long-term deferred expenses	1,213,415.80	2,982,415.70	-59.31%	Mainly due to the amortization of long-term deferred expenses from the beginning of the year to the end of reporting period
Short-term borrowings	247,078,039.95	400,881,981.59	-38.37%	Mainly due to the partial repayment of due loans by the Company from the beginning of the year to the end of the reporting period
Contract liabilities	67,915,088.63	287,707,202.61	-76.39%	Mainly due to the performance of certain prepayment contracts from the beginning of the year to the end of the reporting period
Staff salaries payable	52,110,509.53	78,342,080.46	-33.48%	Mainly due to the year-end bonus provided for at the end of last year, which was paid in the current period
Taxes payable	27,474,163.62	19,260,861.91	42.64%	Mainly due to the increase in taxes payable at the end of the reporting period
Non-current liabilities due within one year	303,491,676.88	7,472,376.64	3961.51%	Mainly due to the increase in long-term loans due within one year at the end of the reporting period
Other current liabilities	9,756,587.74	5,972,808.37	63.35%	Mainly due to the increase in the amount of tax to be written off at the end of the reporting period
Long-term borrowings	744,623,600.07	544,211,924.24	36.83%	Mainly due to the increase in long-term borrowings of subsidiaries from the beginning of the year to the end of the reporting period
Lease liabilities	1,906,389.39	9,054,113.45	-78.94%	Mainly due to the expiration of certain lease contracts of subsidiaries from the beginning of the year to the end of reporting period
Other comprehensive income	-21,496,160.45	5,490,496.91	-491.52%	Mainly due to the difference arising from translation of foreign financial statements from the beginning of the year to the end of reporting period
Minority interests	23,421,416.00	15,667,524.09	49.49%	Mainly due to the profit of non-wholly owned subsidiaries from the beginning of the year to the end of the reporting period

Income statement items	Amount for the current period	Amount for the previous period	Percentage of changes	Reasons for changes
Selling expenses	33,216,516.20	21,233,426.19	56.44%	Mainly due to the increase in market expansion expenses, staff salaries and insurance expenses from the beginning of the year to the end of the reporting period
Finance expenses	-24,248,215.26	-42,062,411.54	42.35%	Mainly due to the significant increase in exchange gains as a result of the depreciation of RMB in the same period of last year
Other income	121,596,198.38	60,823,435.06	99.92%	Mainly due to the increase in government grants from the beginning of the year to the end of the reporting period
Investment income	9,986,174.87	-4,617,108.54	316.29%	Mainly due to the significant exchange loss arising from the lock-up of foreign exchange in the same period of last year
Impairment loss on credit	-6,971,279.07	726,037.68	1,060.18%	Mainly due to the increase in provision for impairment at the end of the reporting period
Impairment loss on assets	-28,527,335.23	-21,530,601.44	32.50%	Mainly due to the increase in provision for impairment at the end of the reporting period
Gains from disposal of assets	-188,664.89	-311,743.98	39.48%	Mainly due to the decrease in loss from disposal of fixed assets compared with the same period of last year from the beginning of the year to the end of the reporting period
Non-operating income	1,239,993.85	76,766.72	1515.28%	Mainly due to compensation received from the beginning of the year to the end of the reporting period

Income statement items	Amount for the current period	Amount for the previous period	Percentage of changes	Reasons for changes
Non-operating expenses	2,917,828.05	1,789,771.75	63.03%	Mainly due to the increase in donations from the beginning of the year to the end of the reporting period
Income tax expenses	18,064,626.94	38,374,257.56	-52.93%	Mainly due to the decrease in profit from the beginning of the year to the end of the reporting period
Cash flow statement items	Amount for the current period	Amount for the previous period	Percentage of changes	Reasons for changes
Net cash flows from operating activities	207,073,018.35	817,005,984.24	-74.65%	Mainly due to the increase in material procurement expenditure and the decrease in cash received from the sale of goods from the beginning of the year to the end of the reporting period
Net cash flows from investing activities	-615,065,290.14	-397,732,235.40	-54.64%	Mainly due to the increase in acquisition of fixed assets and external investments from the beginning of the year to the end of the reporting period
Net cash flows from financing activities	-128,910,143.19	-632,439,062.02	79.62%	Mainly due to the decrease in debt repayment from the beginning of the year to the end of the reporting period

II. INFORMATION OF SHAREHOLDERS

(I) Table of total number of ordinary shareholders, the number of shareholders of preferred shares with recovered voting rights and shareholding of top 10 shareholders

Unit: Share

Total number of ordinary shareholders at the end of the reporting period	58,617	Total number of shareholders of preferred shares with recovered voting rights at the end of the reporting period (if any)	0
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Shareholding of top 10 shareholders (excluding shares lent through refinancing)

Name	Nature	Shareholding percentage	Number of shares held	Number of shares held subject to lock-up	Shares pledged, marked or frozen Status	Number
Jiangxi Ruide Venture Investment Co., Ltd. (江西瑞德創業投資有限公司)	Domestic non-state owned legal person	28.78%	387,100,160	0	Pledged	20,000,000
HKSCC NOMINEES LIMITED	Overseas legal person	14.92%	200,745,600	0	Not applicable	0
Ganzhou Industrial Investment Holding Group Co., Ltd. (贛州工業投資控股集團有限公司)	State-owned legal person	5.14%	69,120,000	0	Not applicable	0
Goldwind Investment Holding Co., Ltd. (金風投資控股有限公司)	Domestic non-state owned legal person	4.98%	67,036,352	0	Not applicable	0
Shaanxi Coal Industry Co. Ltd. (陝西煤業股份有限公司)	State-owned legal person	3.99%	53,631,950	0	Not applicable	0
Ganzhou Xinsheng Investment Management Center (limited partnership) (贛州欣盛投資管理中心 (有限合夥))	Domestic non-state owned legal person	1.75%	23,536,435	0	Pledged	8,000,000
Industrial and Commercial Bank of China Limited-E Fund GEM Trading Open-end Index Securities Investment Fund (中國工商銀行股份有限公司 - 易方達創業板交易型開放式 指數證券投資基金)	Others	1.24%	16,647,712	0	Not applicable	0
Agricultural Bank of China Limited - CSI 500 Exchange Traded Open-ended Index Fund (中國農業銀行股份有限公司 - 中證500交易型開放式指數 證券投資基金)	Others	0.85%	11,378,077	0	Not applicable	0
PICC Property and Casualty Company Limited - Traditional - Common insurance product (中國人民財產保險股份有限公司 - 傳統-普通保險產品)	Others	0.70%	9,383,784	0	Not applicable	0
Ganzhou Geshuo Investment Management Center (limited partnership) (贛州格碩投資管理中心 (有限合夥))	Domestic non-state owned legal person	0.64%	8,603,174	0	Not applicable	0

**Shareholdings of the top 10 shareholders without selling restrictions
(excluding shares lent through refinancing and lock-up shares by senior management)**

Name	Number of shares held without selling restrictions	Share type and number	
		Share type	Number
Jiangxi Ruide Venture Investment Co., Ltd. (江西瑞德創業投資有限公司)	387,100,160	RMB ordinary shares	387,100,160
HKSCC NOMINEES LIMITED	200,745,600	Overseas listed foreign shares	200,745,600
Ganzhou Industrial Investment Holding Group Co., Ltd. (贛州工業投資控股集團有限公司)	69,120,000	RMB ordinary shares	69,120,000
Goldwind Investment Holding Co., Ltd. (金風投資控股有限公司)	67,036,352	RMB ordinary shares	67,036,352
Shaanxi Coal Industry Co. Ltd. (陝西煤業股份有限公司)	53,631,950	RMB ordinary shares	53,631,950
Ganzhou Xinsheng Investment Management Center (limited partnership) (贛州欣盛投資管理中心(有限合夥))	23,536,435	RMB ordinary shares	23,536,435
Industrial and Commercial Bank of China Limited-E Fund GEM Trading Open-end Index Securities Investment Fund (中國工商銀行股份有限公司—易方達創業板交易型開放式指數證券投資基金)	16,647,712	RMB ordinary shares	16,647,712
Agricultural Bank of China Limited – CSI 500 Exchange Traded Open-ended Index Fund (中國農業銀行股份有限公司—中證500交易型開放式指數證券投資基金)	11,378,077	RMB ordinary shares	11,378,077
PICC Property and Casualty Company Limited – Traditional – Common insurance product (中國人民財產保險股份有限公司—傳統—普通保險產品)	9,383,784	RMB ordinary shares	9,383,784
Ganzhou Geshuo Investment Management Center (limited partnership) (贛州格碩投資管理中心(有限合夥))	8,603,174	RMB ordinary shares	8,603,174

Description on the related party relationships among the above shareholders or whether they are parties acting in concert	<p>(1) Jiangxi Ruide Venture Investment Co., Ltd. (“Ruide Venture”) was the controlling shareholder of the Company, which was held as to 40%, 30% and 30%, respectively, by Cai Baogui(蔡報貴), Hu Zhibin(胡志濱) and Li Xinnong(李忻農)who were the de facto controllers of the Company. In addition, Ganzhou Xinsheng Investment Management Center (limited partnership) (hereinafter referred to as “Ganzhou Xinsheng”) was held as to 89.12% and 10.88% by Cai Baogui and Hu Zhibin, respectively; and Ganzhou Geshuo Investment Management Center (limited partnership) (hereinafter referred to as “Ganzhou Geshuo”) was held as to 61.00% and 39.00% by Hu Zhibin and Li Xinnong, respectively. Cai Baogui, Hu Zhibin, Li Xinnong, Ruide Venture, Ganzhou Xinsheng and Ganzhou Geshuo are persons acting in concert;</p> <p>(2) apart from the above shareholders, the Company was not aware of any related parties relationships among other shareholders or whether they are parties acting in concert.</p>
Description of top 10 shareholders participating in margin financing and securities lending business (if any)	None

Participation in lending shares of shareholders holding more than 5% of the shares, the top 10 shareholders and the top 10 shareholders without selling restrictions in the refinancing business

Applicable Not applicable

Unit: share

Name of shareholder (in full name)	Participation in lending shares of shareholders holding more than 5% of the shares, the top 10 shareholders and the top 10 shareholders without selling restrictions in the refinancing business							
	Number of shares held through ordinary account and credit account as at the beginning of the period				Number of shares held through ordinary account and credit account as at the end of the period			
	Proportion		Shares lent by way of refinancing and outstanding at the beginning of the period		Proportion		Shares lent by way of refinancing and outstanding at the end of the period	
	Total	to total	Total	to total	Total	to total	Total	to total
	number	share capital	number	share capital	number	share capital	number	share capital
Industrial and Commercial Bank of China Limited-E Fund GEM Trading Open-end Index Securities Investment Fund (中國工商銀行股份有限公司－易方達創業板交易型開放式指數證券投資基金)	7,992,417	0.59%	929,900	0.07%	16,647,712	1.24%	0	0.00%
Agricultural Bank of China Limited – CSI 500 Exchange Traded Open-ended Index Fund (中國農業銀行股份有限公司－中證500交易型開放式指數證券投資基金)	3,669,977	0.27%	1,111,400	0.08%	11,378,077	0.85%	0	0.00%

Changes in the top 10 shareholders and the top 10 shareholders without selling restrictions due to refinancing lending/returns compared to the previous period

Applicable Not applicable

(II) Total Number of Shareholders of preferred shares of the Company and the Shareholding of Top 10 Shareholders of preferred shares

Applicable Not applicable

(III) Changes in restricted shares

Applicable Not applicable

Unit: Share

Name of shareholders	Number of restricted shares at the beginning of the period	Number of restricted shares released during the period	Number of restricted shares increased during the period	Number of restricted shares at the end of the period	Reasons for the restriction	Proposed date of releasing the restricted shares
Yu Han	1,341,120		92,160	1,433,280	Restricted senior management shares	25% of shares can be listed and traded every year during the term of office
Xie Hui	964,776		138,240	1,103,016	Restricted senior management shares	25% of shares can be listed and traded every year during the term of office
Yi Pengpeng	311,040		226,180	537,220	Restricted senior management shares	Release of restrictions in the six months after expiration of term of office
Other incentive participants	94,772	94,772		0	Restricted shares under share incentive scheme having not been repurchased and cancelled	Repurchased and cancelled
Total	<u>2,711,708</u>	<u>94,772</u>	<u>456,580</u>	<u>3,073,516</u>	-	-

III. OTHER MAJOR ISSUES

Applicable Not applicable

In the first three quarters of 2024, the Company took active part in expanding its market share leveraging on sufficient orders on hand. During the reporting period, the Company's capacity utilization rate exceeded 90% while both production and sales volume of high-performance magnetic products increased by approximately 40% year-on-year. The Company achieved revenue amounting to RMB5,014 million, remaining stable compared to the same period of last year.

However, the Company's performance was affected by several factors: a significant year-on-year decline in rare earth raw material market prices (taking praseodymium-neodymium metal (tax-inclusive price) as an example, according to the data published by Asian Metal, Association of China Rare Earth Industry and other parties, the average price during January to September 2024 was RMB475,200 per tonne, which was approximately 28.69% lower than the average price of RMB666,400 per tonne in the same period of 2023), a lag in the adjustment of raw material costs, and intensified industry competition. As a result, in the first three quarters of 2024, the Company achieved a net profit attributable to owners of the parent amounting to RMB197 million with its gross profit margin of 10.03% (12.81% for the third quarter).

In the third quarter of 2024, the Company has continued to invest in research and development, actively engaged in the field of magnets and magnetic components for humanoid robots, and accelerated the promotion of production management informationisation and automation to reduce costs and increase efficiency. Coupled with the fact that the fixed-price orders signed by individual customers at the time of relatively high prices of rare-earth raw materials have been partially executed, the Company's profitability has been improved.

IV. QUARTERLY FINANCIAL STATEMENTS

(I) Financial Statements

1. Consolidated balance sheet

Prepared by: JL MAG RARE-EARTH CO., LTD.

September 30, 2024

Unit: RMB

Item	Closing balance	Opening balance
Current assets:		
Monetary funds	3,072,162,519.26	3,885,757,157.90
Settlement reserve		
Lending funds		
Financial assets held for trading	280,653,183.75	209,512,799.50
Derivative financial assets		
Bills receivable	57,953,486.19	151,782,888.23
Accounts receivable	1,997,591,123.95	1,980,547,960.73
Receivables financing	280,039,521.15	212,488,638.22
Prepayments	115,049,599.00	66,395,071.94
Premiums receivable		
Reinsurance accounts receivable		
Reinsurance contract reserve receivable		
Other receivables	79,767,108.78	45,634,946.09
Including: Interests receivable	35,685,176.95	
Dividend receivable		
Financial assets acquired for resale		
Inventories	1,667,942,400.13	2,213,180,081.23
Including: data resource		
Contractual assets		
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	95,954,944.45	70,964,729.72
Total current assets	<u>7,647,113,886.66</u>	<u>8,836,264,273.56</u>

Item	Closing balance	Opening balance
Non-current assets:		
Loans and advances to customers		
Debt investment		
Other debt investments		
Long-term receivables		
Long-term equity investments	43,648,262.48	6,500,524.24
Other equity instrument investments	13,261,919.05	13,261,919.05
Other non-current financial assets		
Investment properties		
Fixed assets	2,002,466,013.15	1,709,515,814.69
Construction in progress	819,261,153.05	764,430,030.92
Productive biological assets		
Oil and gas assets		
Right-of-use assets	4,501,896.93	14,920,181.14
Intangible assets	232,760,705.90	217,119,754.56
Including: data resource		
Development expenses		
Including: data resource		
Goodwill		
Long-term deferred expenses	1,213,415.80	2,982,415.70
Deferred income tax assets	411,068.36	560,601.41
Other non-current assets	315,080,354.82	260,398,777.38
Total non-current assets	<u>3,432,604,789.54</u>	<u>2,989,690,019.09</u>
Total assets	<u>11,079,718,676.20</u>	<u>11,825,954,292.65</u>

Item	Closing balance	Opening balance
Current liabilities:		
Short-term borrowings	247,078,039.95	400,881,981.59
Borrowings from the central bank		
Borrowing funds		
Trading financial liabilities		
Derivative financial liabilities		
Bills payable	1,863,118,009.24	2,358,559,328.30
Accounts Payable	501,671,187.09	551,030,662.37
Receipts in advance		
Contract liabilities	67,915,088.63	287,707,202.61
Financial assets sold under repurchase agreements		
Deposit taking and deposit in inter-bank market		
Receiving from vicariously traded securities		
Receiving from vicariously sold securities		
Employee benefits payable	52,110,509.53	78,342,080.46
Taxes payable	27,474,163.62	19,260,861.91
Other payables	207,297,770.89	274,267,454.76
Including: Interest payables		
Dividend payables	16,059,648.00	5,610.00
Handling charges and commission payable		
Reinsurance account payables		
Liabilities held for sale		
Non-current liabilities due within one year	303,491,676.88	7,472,376.64
Other current liabilities	9,756,587.74	5,972,808.37
	<hr/>	<hr/>
Total current liabilities	3,279,913,033.57	3,983,494,757.01

Item	Closing balance	Opening balance
Non-current liabilities:		
Insurance contract reserve		
Long-term borrowings	744,623,600.07	544,211,924.24
Bonds payable		
Including: Preference shares		
Perpetual bonds		
Lease liabilities	1,906,389.39	9,054,113.45
Long-term payables		
Long-term employee salaries payable		
Accrued liabilities		
Deferred income	245,532,609.79	201,898,765.35
Deferred income tax liabilities	43,702,884.60	50,142,476.13
Other non-current liabilities		
	<hr/>	<hr/>
Total non-current liabilities	<u>1,035,765,483.85</u>	<u>805,307,279.17</u>
Total liabilities	<u>4,315,678,517.42</u>	<u>4,788,802,036.18</u>

Item	Closing balance	Opening balance
Owners' equity:		
Share capital	1,345,236,723.00	1,344,771,235.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	4,006,335,583.89	4,003,042,860.21
Less: Treasury shares	159,999,241.18	160,799,613.58
Other comprehensive income	-21,496,160.45	5,490,496.91
Special reserve		
Surplus reserve	237,169,803.37	237,169,803.37
General risk reserve		
Undistributed profit	1,333,372,034.15	1,591,809,950.47
Total equity attributable to the owners of the parent	6,740,618,742.78	7,021,484,732.38
Minority interests	23,421,416.00	15,667,524.09
Total owners' equity	<u>6,764,040,158.78</u>	<u>7,037,152,256.47</u>
Total liabilities and owners' equity	<u>11,079,718,676.20</u>	<u>11,825,954,292.65</u>

Legal
representative:
Cai Baogui

Person in charge
of accounting:
Xie Hui

Head of accounting
department:
Wan Wei

2. *Consolidated income statements from the beginning of the year to the end of the reporting period*

		<i>Unit: RMB</i>	
Item		Amount for the current period	Amount for the previous period
I. Total revenue		5,014,084,259.25	5,050,397,446.30
Including: Revenue		5,014,084,259.25	5,050,397,446.30
Interest income			
Premium earned			
Handling charges and commission income			
II. Total operating cost		4,887,233,074.25	4,558,856,826.36
Including: Operating costs		4,511,179,590.73	4,212,581,133.37
Interest expenses			
Handling charges and commission expenses			
Surrender payment			
Net expenditure for compensation payments			
Net provision for insurance liabilities			
Expenditures for insurance policy dividend			
Reinsurance expenses			
Tax and surcharge		19,952,423.22	18,028,938.03
Selling expenses		33,216,516.20	21,233,426.19
Administrative expenses		117,087,881.61	92,647,753.10
Research and development expenses		230,044,877.75	256,427,987.21
Finance expenses		-24,248,215.26	-42,062,411.54
Including: Interest expense		26,343,814.96	39,672,836.99
Interest income		-42,071,789.92	-39,890,730.21
Add: Other income		121,596,198.38	60,823,435.06
Investment income (loss is represented by “-”)		9,986,174.87	-4,617,108.54
Including: Gains from investment in associates and joint ventures		221,539.23	311,553.53
Gains from derecognition of financial asset at amortized cost			
Foreign exchange gain (loss is represented by “-”)			
Gains from net exposure hedging (loss is represented by “-”)			
Gains from changes in fair value (loss is represented by “-”)		-2,431,984.82	10,442,592.50
Impairment loss of credit (loss is represented by “-”)		-6,971,279.07	726,037.68
Impairment loss of assets (loss is represented by “-”)		-28,527,335.23	-21,530,601.44
Gains from disposal of assets (loss is represented by “-”)		-188,664.89	-311,743.98

Item	Amount for the current period	Amount for the previous period
III. Operating profit (loss is represented by “-”)	220,314,294.24	537,073,231.22
Add: Non-operating income	1,239,993.85	76,766.72
Less: Non-operating expenses	2,917,828.05	1,789,771.75
IV. Total profit (total loss is represented by “-”)	218,636,460.04	535,360,226.19
Less: Income tax expenses	18,064,626.94	38,374,257.56
V. Net profit (net loss is represented by “-”)	200,571,833.10	496,985,968.63
(I) Classified by continuity of operations		
1. Net profit from continuing operations (net loss is represented by “-”)	200,571,833.10	496,985,968.63
2. Net profit from discontinued operations (net loss is represented by “-”)		
(II) Classified by ownership of equity		
1. Net profit attributable to the shareholders of the parent (net loss is represented by “-”)	196,883,689.13	494,265,422.45
2. Profit or loss attributable to minority shareholders (net loss is represented by “-”)	3,688,143.97	2,720,546.18
VI. Net amount of other comprehensive income after tax	-27,069,085.13	-4,894,300.89
Net amount of other comprehensive income after tax attributable to the owners of the parent	-27,098,226.66	-4,345,647.77
(I) Other comprehensive income that cannot be reclassified to profit or loss		
1. Changes in remeasurement of defined benefit plans		
2. Other comprehensive income that cannot be reclassified to profit or loss under equity method		
3. Changes in fair value of other equity instrument investments		
4. Changes in fair value of credit risk of the Company		
5. Others		
(II) Other comprehensive income that will be reclassified to profit or loss	-27,098,226.66	-4,345,647.77
1. Other comprehensive income that can be transferred to profit or loss under equity method		
2. Changes in fair value of other debt investments		
3. Amount of financial assets reclassified into other comprehensive income		
4. Credit impairment provisions for other debt investment		
5. Cash flow hedging reserve		
6. Exchange differences on translation of foreign financial statements	-27,098,226.66	-4,345,647.77
7. Others		
Net amount of other comprehensive income after tax attributable to minority shareholders	29,141.53	-548,653.12

Item	Amount for the current period	Amount for the previous period
VII. Total comprehensive income	173,502,747.97	492,091,667.74
(I) Total comprehensive income attributable to the owners of the parent	169,785,462.47	489,919,774.68
(II) Total comprehensive income attributable to minority shareholders	3,717,285.50	2,171,893.06
VIII. Earnings per share:		
(I) Basic earnings per share	0.15	0.37
(II) Diluted earnings per share	0.15	0.37

For the business combination under common control in the current period, the net profit recognized by the consolidated party before the combination was nil, and the net profit recognized by the consolidated party in the previous period was nil.

Legal representative:	Person in charge of accounting:	Head of accounting department:
Cai Baogui	Xie Hui	Wan Wei

3. **Consolidated Statement of Cash Flows from the beginning of the year to the end of the reporting period**

	<i>Unit: RMB</i>	
Items	Amount for the current period	Amount for the previous period
I. Cash flows generated from operating activities:		
Cash received from sales of goods or provision of labor services	5,268,401,182.67	5,624,297,171.82
Net increase in customer and inter-bank deposits		
Net increase in borrowings from central bank		
Net increase in borrowing funds from other financial institutions		
Cash received from premiums of original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits from insurance policy holders and investment		
Cash received from interest, handling charges and commission		
Net increase in capital borrowed		
Net increase in capital of repurchase business		
Net cash received from vicariously traded securities		
Tax refunds received	64,817,807.36	51,492,893.45
Cash received relating to other operating activities	196,527,587.94	204,230,803.84
	<u>5,529,746,577.97</u>	<u>5,880,020,869.11</u>
Sub-total of cash inflows from operating activities		
Cash paid for purchase of goods and engagement of labor services	4,524,509,091.93	4,363,629,214.17
Net increase in loans and advances to customers		
Net increase in central bank and inter-bank deposits		
Cash paid for claims from original insurance contracts		
Net increase in placements with banks and other financial institutions		
Cash paid for interest, handling charges and commission		
Cash paid for insurance policy dividend		
Cash paid to and for employees	554,819,889.96	435,569,355.58
Payments of all types of taxes	58,294,423.02	89,739,280.77
Cash paid relating to other operating activities	185,050,154.71	174,077,034.35
	<u>5,322,673,559.62</u>	<u>5,063,014,884.87</u>
Sub-total of cash outflows from operating activities		
Net cash flows from operating activities	<u>207,073,018.35</u>	<u>817,005,984.24</u>

Items	Amount for the current period	Amount for the previous period
II. Cash flows from investing activities:		
Cash received from recovery of investments	138,077,344.07	
Cash received from return on investments	1,627,162.25	
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	326,408.00	1,576,391.18
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities		
	<hr/>	<hr/>
Sub-total of cash inflows from investing activities	140,030,914.32	1,576,391.18
	<hr/>	<hr/>
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	491,842,494.94	366,815,585.16
Cash paid for investments	263,253,709.52	32,493,041.42
Net increase of pledged loans		
Net cash paid for acquisition of subsidiaries and other business units		
Cash paid relating to other investing activities		
	<hr/>	<hr/>
Sub-total of cash outflows from investing activities	755,096,204.46	399,308,626.58
	<hr/>	<hr/>
Net cash flows from investing activities	<u>-615,065,290.14</u>	<u>-397,732,235.40</u>

Items	Amount for the current period	Amount for the previous period
III. Cash flows from financing activities:		
Cash received from accepting investments	2,343,989.57	14,889,710.13
Including: Cash received from accepting minority shareholders' investment by subsidiaries		
Cash received from borrowings	844,517,077.14	724,045,196.27
Cash received relating to other financing activities	<u>5,242,349.32</u>	<u>181,961,094.85</u>
Sub-total of cash inflows from financing activities	<u>852,103,416.03</u>	<u>920,896,001.25</u>
Cash paid for repayment of debts	519,238,097.18	1,332,678,391.83
Cash payments for distribution of dividends, profits or interest repayment	459,581,876.58	220,656,671.44
Including: Dividends or profits paid to minority shareholders by subsidiaries		
Cash paid relating to other financing activities	<u>2,193,585.46</u>	<u></u>
Sub-total of cash outflows from financing activities	<u>981,013,559.22</u>	<u>1,553,335,063.27</u>
Net cash flows from financing activities	<u>-128,910,143.19</u>	<u>-632,439,062.02</u>
IV. Effect of changes of exchange rate on cash and cash equivalents	<u>2,223,579.60</u>	<u>-764,967.26</u>
V. Net increase in cash and cash equivalents	-534,678,835.38	-213,930,280.44
Add: Balance of cash and cash equivalent at the beginning of the period	<u>3,156,726,124.84</u>	<u>3,400,384,455.93</u>
VI. Balance of cash and cash equivalent at the end of the period	<u>2,622,047,289.46</u>	<u>3,186,454,175.49</u>

(II) Adjustments to relevant items in the financial statements at the beginning of the year upon initial application of new accounting standards since 2024

Applicable Not applicable

(III) Audit Report

Whether the third quarterly report has been audited

Yes No

The third quarterly report of the Company is unaudited.

Board of Directors of JL MAG RARE-EARTH CO., LTD.
October 25, 2024